

Honolulu, Hawaii

May 1

, 2015

RE: H.B. No. 581
H.D. 1
S.D. 2
C.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Honorable Donna Mercado Kim
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Sir and Madam:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 581, H.D. 1, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE HOSPITAL SUSTAINABILITY PROGRAM,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to:

- (1) Continue the Hospital Sustainability Program by extending the program for an additional year;
- (2) Update and clarify language regarding payments and reimbursements from the Hospital Sustainability Program Special Fund (Special Fund) and liability for the Hospital Sustainability Fee;



- (3) Reduce the inpatient Hospital Sustainability Fee to be 1.892 percent of net inpatient hospital service revenue;
- (4) Increase the amount of direct payments from the Special Fund to \$88,000,000 for private hospitals to cover uncompensated care costs and specify an upper payment limit payment amount of \$3,975,442 for designated Level II trauma centers;
- (5) Specify that eligible hospitals shall receive payments from the Special Fund based on their Medicaid utilization; and
- (6) Appropriate \$50,000,000 from the Special Fund to the Hospital Sustainability Program for fiscal year 2015-2016.

Your Committee on Conference has amended this measure by:

- (1) Changing its effective date to July 1, 2015; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 581, H.D. 1, S.D. 2, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 581, H.D. 1, S.D. 2, C.D. 1.



Respectfully submitted on behalf
of the managers:

ON THE PART OF THE SENATE

ON THE PART OF THE HOUSE

Josh Green
JOSH GREEN, Chair

Della Au Belatti
DELLA AU BELATTI, Co-Chair

Suzanne Chun Oakland
SUZANNE CHUN OAKLAND, Co-
Chair

Bertrand Kobayashi
BERTRAND KOBAYASHI, Co-Chair

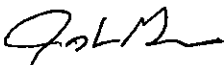

J. Kalani English
J. KALANI ENGLISH, Co-Chair



Hawaii State Legislature

CCR 112

Record of Votes of a Conference Committee

Bill / Concurrent Resolution No.: HB 581, HD 1, SD 2					Date/Time: 4/30/15 3²⁴ pm				
<input checked="" type="checkbox"/> The recommendation of the House and Senate managers is to pass with amendments (CD).									
<input type="checkbox"/> The Committee is reconsidering its previous decision.									
<input type="checkbox"/> The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					<input type="checkbox"/> The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.				
Senate Managers	A	WR	N	E	House Managers	A	WR	N	E
GREEN, Josh, Chr.	✓				BELATTI, Della Au, Co-Chr.	✓			
CHUN OAKLAND, Suzanne, Co-Chr.	✓				KOBAYASHI, Bertrand, Co-Chr.	✓			
ENGLISH, J. Kalani, Co-Chr.	✓				CREAGAN, Richard P.	✓			
HARIMOTO, Breene	✓				FUKUMOTO CHANG, Beth	✓			
SLOM, Sam				✓					
TOTAL	4	-	-	1	TOTAL	4	-	-	-
A = Aye		WR = Aye with Reservations			N = Nay		E = Excused		
Senate Recommendation is:					House Recommendation is:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Senate Lead Chair's or Designee's Signature:					House Lead Chair's or Designee's Signature:				
									
Distribution: Original					Yellow				
File with Conference Committee Report					House Clerk's Office				
					Pink				
					Senate Clerk's Office				
					Goldenrod				
					Drafting Agency				